

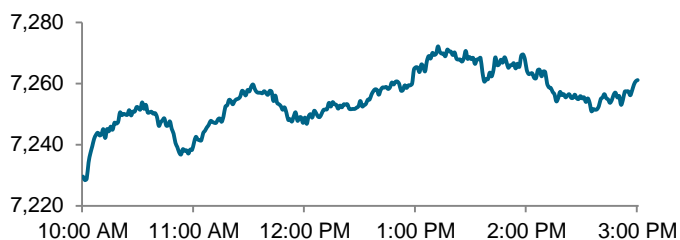
DAILY MARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



JULY 23, 2017

TASI Intraday



Source: Reuters

Saudi Stock Indices

| Index | Last Close | 1 Day % | WTD % | YTD % | PE (TTM) |
|--------------------------------|------------|---------|-------|-------|----------|
| Saudi (TASI) | 7,261 | 0.4 | -0.7 | 0.7 | 17.2 |
| Saudi (NOMU) | 3,646 | 1.5 | 1.4 | NA | NA |
| Energy | 4,225 | -0.6 | -1.8 | -15.1 | 13.5 |
| Materials | 4,796 | 0.7 | -0.9 | -3.8 | 17.9 |
| Capital Goods | 4,147 | 0.3 | -0.1 | -16.9 | 33.7 |
| Com. & Prof. Svc | 4,253 | 0.6 | 0.7 | -15.7 | 33.7 |
| Transportation | 3,922 | 1.3 | 1.2 | -23.1 | 12.2 |
| Cons. Durables & Apparel | 4,445 | 0.2 | 0.8 | -4.3 | NA |
| Consumer Services | 4,356 | 0.3 | 1.5 | -9.9 | 11.7 |
| Media | 6,783 | 2.2 | 8.5 | 32.5 | NA |
| Retailing | 6,154 | 1.4 | -0.1 | 25.3 | 24.1 |
| Food & Staples Retailing | 5,788 | 2.3 | 0.5 | 14.5 | 24.6 |
| Food & Beverages | 5,696 | -0.4 | -1.5 | 16.2 | NA |
| Health Care Equipment | 5,030 | 1.9 | 0.1 | 0.3 | 21.5 |
| Pharma, Biotech & Life Science | 4,604 | 0.1 | 0.9 | -14.5 | 11.5 |
| Banks | 5,311 | 0.1 | -1.3 | 4.4 | 11.3 |
| Diversified Financials | 4,515 | -0.4 | 1.8 | -9.4 | NA |
| Insurance | 5,107 | 0.6 | 1.1 | 4.0 | 18.2 |
| Telecommunication | 4,953 | 1.3 | 0.5 | -1.0 | 17.5 |
| Utilities | 5,198 | 0.0 | 0.6 | 7.0 | 11.2 |
| REITs | 5,550 | 0.3 | 1.4 | 11.0 | 17.8 |
| Real Estate | 4,764 | 0.6 | -0.4 | -5.0 | 47.1 |

Sources: Bloomberg, Reuters

Top 5 Gainers

| Company | Last Close | % Change | Value (SAR mn) |
|--|------------|----------|----------------|
| Tihama Advertising & Public Relations Co. | 37.33 | 6.5% | 60.2 |
| Malath Cooperative Insurance and Reinsurance Co. | 23.91 | 6.4% | 34.1 |
| Batic Investments and Logistics Co. | 59.36 | 5.8% | 57.9 |
| Mouwasat Medical Services Co. | 153.52 | 4.0% | 3.5 |
| Alinma Bank | 15.64 | 3.3% | 522.8 |

Source: Tadawul

Latest Earnings

| Company | Date | Period | Q NI (SAR mn) | YoY % | Q EPS (SAR) | Vs. Consensus |
|--|--------|--------|---------------|-------|-------------|---------------|
| Bank Albilad | 20-Jul | Q2 17 | 238.8 | 29.9 | 0.40 | BEAT |
| United Wire Factories Co. | 20-Jul | Q2 17 | 493.0 | -98.7 | 11.24 | NA |
| Electrical Industries Co. | 20-Jul | Q2 17 | 10.9 | 11.7 | 0.24 | NA |
| Aldrees Petroleum and Transport Services Co. | 19-Jul | Q2 17 | 18.3 | -35.8 | 0.37 | NA |
| Riyad Bank | 19-Jul | Q2 17 | 848.0 | -26.0 | 0.28 | MISS |

NOTES: (1) Prices as of last trade. Updated as of July 23, 2017

(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI ended 0.4% higher to close at 7,261 on Thursday. The NOMU ended 1.5% higher to close at 3,646. TASI traded value totaled SAR 2.5bn and averaged SAR 3.5bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 48.4% of the daily traded value.
- Banks and Materials ended 0.1% and 0.7% higher respectively. Telecom surged 1.3%. Food & Staples Retailing (up 2.3%) was the best performer. Among stocks, Tihama Advertising & Public Relations Co. (4070/TAPRCO AB), Malath Cooperative Insurance and Reinsurance Co. (8020/MALATH AB), and Batic Investments and Logistics Co. (4110/BATIC AB) led gainers.
- According to data from the General Authority for Statistics (GASTAT), the wholesale price index of Saudi Arabia decreased by 1.7% Y/Y in June 2017, whereas it rose 0.6% M/M to 101.1 points from 100.5 points. (Source: Mubasher)
- According to US Treasury data, Saudi Arabia's holdings of US Treasuries increased for the eighth consecutive month by around USD 7.2bn (SAR 27bn) to USD 134bn (SAR 503bn) by end-May. (Source: Argam)
- The Saudi Arabian Oil Company plans to establish new facilities to boost Arabian Heavy crude production from the Zuluf offshore oilfield, Reuters reported citing industry sources. The plant would comprise two units with a total capacity of 600,000 barrels per day (bpd) to process Arabian Heavy crude. (Source: Argam)
- The Saudi Press Agency, citing Saudi Arabian Mining Co.'s (1211/MAADEN AB) CEO, reported that the company signed a memorandum of understanding with the Islamic Corporation for the Development of the Private Sector (ICD) to support small and medium enterprises. (Source: Argam)
- According to Herfy Food Services Co.'s (6002/HERFY AB) statement to the Saudi Stock Exchange, the company signed a credit facilities agreement worth SAR 110mn (USD 29.3mn) with Al Rajhi Bank (1120/RJHI AB). (Source: Mubasher)
- The BoD of the Saudi British Bank (1060/SABB AB) recommended cash dividend of SAR 0.71 per share for 1H17. This implies a full-year yield of 5.2% for 2017. (Source: Tadawul)

Top 5 Losers

| Company | Last Close | % Change | Value (SAR mn) |
|---|------------|----------|----------------|
| Alujain corp. | 23.20 | -2.0% | 19.2 |
| Al Jouf Cement Co. | 7.53 | -1.8% | 5.8 |
| Emaar The Economic City | 15.37 | -1.5% | 17.8 |
| The National Company for Glass Industries | 20.61 | -1.3% | 6.0 |
| Halwani Bros Co. | 50.89 | -1.2% | 1.0 |

Most Active Stocks by Value (SAR mn)

| Company | Last Close | % Change | Value (SAR mn) |
|---|------------|----------|----------------|
| Alinma Bank | 15.64 | 3.3% | 522.8 |
| Saudi Basic Industries Corp. | 99.89 | 1.0% | 326.5 |
| Al Rajhi Bank | 64.00 | -0.8% | 177.5 |
| Saudi Research and Marketing Group | 52.87 | 2.7% | 115.0 |
| Dar Alarkan Real Estate Development Co. | 5.95 | 0.7% | 77.0 |

Source: Tadawul

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JULY 23, 2017

GCC Stock Indices

| Index | Last Close | 1 Day % | WTD % | YTD % | PE (TTM) |
|-----------------|------------|---------|-------|-------|----------|
| Dubai (DFM) | 3,574 | -0.2 | 1.0 | 1.2 | 12.5 |
| Abu Dhabi (ADX) | 4,552 | -0.9 | 0.8 | 0.1 | 16.5 |
| Kuwait (KSE) | 6,781 | -0.2 | -0.1 | 18.0 | 18.3 |
| Qatar (QE) | 9,542 | 0.4 | 0.8 | -8.6 | 15.8 |
| Oman (MSM) | 4,999 | -0.9 | -2.4 | -13.5 | 11.3 |
| Bahrain (BSE) | 1,320 | 0.1 | 0.2 | 8.2 | 8.2 |
| DJMENA Index | 529 | 0.0 | -0.2 | 1.8 | NA |

Source: Bloomberg, Reuters

Global Stock Indices

| Index | Last Close | 1 Day % | WTD % | YTD % | PE (TTM) |
|-----------------------|------------|---------|-------|-------|----------|
| US (S&P 500) | 2,473 | 0.0 | 0.5 | 10.4 | 21.7 |
| US (NASDAQ 100) | 6,388 | 0.0 | 1.2 | 18.7 | 24.9 |
| UK (FTSE 100) | 7,453 | -0.5 | 1.0 | 4.3 | 32.2 |
| Germany (DAX) | 12,240 | -1.7 | -3.1 | 6.6 | 19.7 |
| France (CAC 40) | 5,118 | -1.6 | -2.2 | 5.3 | 18.9 |
| Russia (MICEX) | 1,925 | -1.1 | -1.8 | -13.8 | 6.7 |
| Japan (Nikkei) | 20,100 | -0.2 | -0.1 | 5.0 | 19.2 |
| Hong Kong (HSI) | 26,706 | -0.1 | 1.2 | 21.4 | 14.4 |
| South Korea (KOSPI) | 2,450 | 0.3 | 1.5 | 20.9 | 12.4 |
| China (SHCOMP) | 3,238 | -0.2 | 0.5 | 4.3 | 17.4 |
| India (NIFTY) | 9,915 | 0.4 | 0.3 | 21.1 | 23.1 |
| Brazil (IBOV) | 64,684 | -0.4 | -1.1 | 7.4 | 17.4 |
| Turkey (BIST 100) | 1,06,843 | 0.1 | 1.6 | 36.7 | 11.4 |
| Egypt (EGX30) | 13,715 | 0.0 | -0.8 | 11.1 | 11.6 |
| MSCI Emerging Markets | 1,060 | 0.1 | 1.3 | 23.0 | 16.1 |
| MSCI World | 1,959 | -0.2 | 0.5 | 11.9 | 21.7 |

Source: Bloomberg, Reuters

Commodities Prices

| Index | Last Close | 1 Day % | WTD % | YTD % | 1 Year % |
|------------------------|------------|---------|-------|-------|----------|
| Brent Crude (\$/bbl) | 48.1 | -2.5 | -1.7 | -15.4 | 5.2 |
| Natural Gas (\$/mmbtu) | 3.0 | -2.4 | -0.3 | -16.9 | -2.6 |
| Gold (\$/oz) | 1,255 | 0.8 | 2.1 | 8.9 | -5.1 |
| Silver (\$/oz) | 16.5 | 1.1 | 3.3 | 3.8 | -15.8 |
| Platinum (\$/oz) | 936 | 0.9 | 1.5 | 3.5 | -13.6 |
| Copper (\$/t) | 5,971 | 0.8 | 1.1 | 8.1 | 21.6 |
| Zinc (\$/t) | 2,748 | 1.1 | -1.4 | 7.4 | 22.6 |
| Lead (\$/mt) | 2,212 | 0.5 | -2.3 | 11.4 | 19.9 |
| Wheat (\$/bu) | 499 | -1.3 | -2.3 | 11.5 | -1.4 |
| Corn (\$/bu) | 394 | -2.8 | 1.0 | 3.6 | 5.5 |
| Sugar (\$/lb) | 14.4 | -0.1 | 0.7 | -22.8 | -21.0 |

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

| Country | Last Close | 1 Day Change | YTD Change | Spread* |
|--------------|------------|--------------|------------|---------|
| US | 1.31 | 0.00 | 0.32 | 0.00 |
| Saudi Arabia | 1.80 | 0.00 | -0.23 | 0.49 |
| UAE | 1.55 | 0.00 | 0.07 | 0.23 |
| Kuwait | 1.75 | 0.00 | 0.31 | 0.44 |
| Qatar | 2.49 | 0.01 | 0.71 | 1.17 |
| Bahrain | 2.38 | 0.00 | 0.28 | 1.06 |

Source: Reuters

NOTES: (1) Prices updated as of July 23, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable

GCC & Global Markets Update

- US markets ended in red on Friday. The S&P 500 and NASDAQ both closed flat. Dow Jones Industrial ended 0.2% lower. In Europe, the UK ended 0.5% lower while Germany and France closed 1.7% and 1.6% lower respectively.
- Asian markets ended mixed on Friday. China and Japan both ended 0.2% lower. South Korea ended 0.3% higher while Hong Kong closed 0.1% lower. India ended 0.4% higher.
- GCC markets ended mixed on Thursday. Dubai and Abu Dhabi ended 0.2% and 0.9% lower respectively. Kuwait closed 0.2% lower while Qatar closed 0.4% higher. Oman ended 0.9% lower while Bahrain ended 0.1% higher.
- US jobless claims for the week ended July 15 stood at 233K (prior: 248K; consensus: 246K). (Source: Econoday)
- According to the data released by Japan's Ministry of Finance, Kuwait's trade surplus with Japan registered 46.1% Y/Y growth to USD 229mn (KWD 69.8mn) in June. Kuwait's imports fell 10.2% Y/Y, whereas exports rose 20.4% Y/Y. Meanwhile, Qatar's trade surplus with Japan rose 2.1% Y/Y to USD 707mn (QAR 2.6bn). Qatar's imports fell 17.2% Y/Y, whereas exports fell 0.3% Y/Y. (Source: Mubasher)
- According to Oman Daily Observer's report, Oman's budget deficit for January to May period fell 19.9% Y/Y to OMR 2.0bn (USD 5.3bn) from OMR 2.5bn (USD 6.6bn). (Source: Gulf Base)
- According to data from the Central Bank of Oman, the country's non-oil exports fell 20.1% Y/Y to OMR 2.4bn (USD 6.2bn) from OMR 3bn (USD 7.8bn). (Source: Trade Arabia)
- Oman-based real estate developer Al Khonji Real Estate and Development is considering building a three-star business hotel in Duqm, which would have 180–200 rooms, as part of a large mixed-use development. (Source: Zawya)
- Abu Dhabi National Oil Company selected a local bank and three foreign lenders as bookrunners for the planned initial public offering of its retail unit. These banks are First Abu Dhabi Bank (FAB UH), HSBC (HSBC US), Bank of America Merrill Lynch (BAC US), and Citigroup (C US), according to Reuters. (Source: Zawya)
- DAMAC Properties Dubai Co (DAMAC UH) partnered with Amlak Finance (AMLAH UH) to offer existing customers an exclusive investment opportunity. The 'Double Your Property' product allows DAMAC's existing customers to purchase a second property through its completed and off-plan portfolio with zero capital to be paid up front. (Source: Gulf Base)
- Mubadala Investment Company signed a memorandum of understanding with Nexen Tire Corp (002350 KS) to explore strategic partnership opportunities. Mubadala would invest in the South Korean company as part of the agreement. (Source: Mubasher)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended July 21 (prior: -4.7mn barrels) will be announced on July 26. (Source: Econoday)
- UK GDP for 2Q17 (prior: 0.2% Q/Q, 2.0% Y/Y) will be announced on July 26. (Source: Econoday)
- US jobless claims for the week ended July 22 (prior: 233K; consensus: 240K) will be announced on July 27. (Source: Econoday)

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